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BEFORE THE ARIZONA CORPORATION COMMISSION

MIKE GLEASON, CHAIRMAN

WILLIAM A. MUNDELL

JEFF HATCH-MILLER

KRISTIN K. MAYES

GARY PIERCE

COMMISSIONERS

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Arizona Corporation Commission

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IN THE MATTER OF APPLICATION OF MOHAVE ELECTRIC COOPERATIVE, INC. FOR APPROVAL OF RENEWABLE ENERGY STANDARD TARIFFS

DOCKET NO. E-01750A-07-0580

COMPLIANCE FILING FOR DECISION NO. 70167

Mohave Electric Cooperative, Inc., ("Mohave") hereby submits the following Tariffs in Compliance with Decision No. 70167:

- 1. A Renewable Energy Standard Tariff;
- 2. A Renewable Energy Customer Self-Directed Tariff; and
- 3. A Voluntary RES Contribution Program Tariff.

Mohave has determined that wind does not constitute a viable renewable energy source in its certificated area. Wind does not occur on peak with sufficient regularity as compared to photovoltaic energy and solar water heating projects. Wind, therefore, constitutes an uneconomic subsidy by its members when contrasted with photovoltaic and solar water heating projects and is no longer deemed to be of sufficient benefit to the Cooperative and its members to warrant rebates under the SunWatts Residential and Commercial Rebate Program included in AEPCO's Amended and Restated EPS/REST Plan filed in Docket No. E-017737A-05-0723 and approved by Decision No. 69728, dated July 30, 2007.

Mohave intends to file its own Amended and Restated REST Plan focusing on solar and geothermal and eliminating wind as an option in the near future. By this filing, Mohave is informing the Commission and placing its members on notice of its determination that wind in an uneconomic renewable energy resource within its certificated territory and, therefore, will only deem wind projects to be "qualified" for a rebate under the existing Restated and Amended EPS/REST program approved by Decision No. 69728 if the member first demonstrates the proposed wind project will provide actual renewable benefits equal to or greater than photovoltaic system installed at the same location.

Mohave also notes that this filing should have been made on or before March 13, 2008. Mohave was awaiting word from its programmers, which has now been received, that the changes made necessary by the RES tariffs being filed herewith are completed and that the tariff can be implemented with an effective date of April 1, 2008. Mohave apologizes for the lateness of its filing and for any inconvenience caused thereby.

DATED this American day of March, 2008.

CURTIS, GOODWIN, SULLIVAN, UDALL & SCHWAB, P.L.C.

By:

William P. Sullivan

501 East Thomas Road

Phoenix, Arizona 85012-3205 Attorneys for Mohave Electric

Cooperative, Inc.

PROOF OF AND CERTIFICATE OF MAILING

I hereby certify that on this 4 day of March, 2008, I caused the foregoing 2 document to be served on the Arizona Corporation Commission by delivering the original and 3 thirteen (13) copies of the above to: 4 5 **Docket Control** Arizona Corporation Commission 6 1200 West Washington Phoenix, Arizona 85007 7 COPY of the foregoing hand delivered/ mailed this Whay of March, 2008 to: 9 Mr. John Wallace Grand Canyon State Electric Cooperative Assn., Inc. 120 North 44th Street, Suite 100 10 Phoenix, Arizona 85034 11 12 Mr. Christopher C. Kempley Chief Counsel, Legal Division 13 Arizona Corporation Commission 1200 West Washington Street 14 Phoenix, Arizona 85007 15 Mr. Ernest G. Johnson Director, Utilities Division 16 Arizona Corporation Commission 1200 West Washington Street 17 Phoenix, Arizona 85007 18 19 20 21

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RENEWABLE ENERGY STANDARD TARIFF

Effective Date: April 1, 2008

Background

On November 14, 2006, the Arizona Coporation Commission ("Commission") issued Decision

No. 69127 that contained a Renewable Energy Standard ("RES") that set forth annual renewable

energy requirements for all affected electric utilities in the State of Arizona as well as a

requirement that each affected electric utility file with the ACC for approval a RES Tariff to fund

such renewable energy requirements.

Application

On all bills for all governmental and agricultural customers with multiple meters, an RES

Surcharge mandated by the Commission will be assessed monthly at the lesser of \$.000875 per

kilowatt-hour of retail electricity purchased by the consumer, or:

Governmental and Agricultural Customers: \$13 per service;

Governmental and Agricultural Customers whose metered demand is 3,000 kW or more

for 3 consecutive months: \$39.00 per service.

In the case of unmetered services, the Load-Serving Entity shall, for purposes of billing

the RES Surcharge and subject to the caps set forth above, use the lesser of (i) the load

profile or otherwise estimated kWh required to provide the service in question; or (ii) the

service's contract kWh.

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RENEWABLE ENERGY STANDARD TARIFF

Effective Date: April 1, 2008

On all bills in all other tariff service categories than those listed above, an RES Surcharge

mandated by the Arizona Corporation Commission will be assessed monthly at the lesser of

\$.004988 per kilowatt-hour of retail electricity purchased by the consumer, or:

Residential Customers: \$1.05 per service;

Non-Residential Customers: \$39.00 per service;

Non-Residential Customers whose metered demand is 3,000 kW or more for 3

consecutive months: \$117.00 per service.

In the case of unmetered services, the Load-Serving Entity shall, for purposes of billing

the RES Surcharge and subject to the caps set forth above, use the lesser of (i) the load

profile or otherwise estimated kWh required to provide the service in question; or (ii) the

service's contract kWh.

The RES Surcharge is in addition to all other rates and charges applicable to service to the

customer.

RENEWABLE ENERGY CUSTOMER SELF-DIRECTED TARIFF

Effective Date: April 1, 2008

Background

On November 14, 2006, the Arizona Coporation Commission ("Commission") issued

Decision No. 69127 that contained a Renewable Energy Standard ("RES") that set forth

annual renewable energy requirements for all affected electric utilities in the State of

Arizona as well as a requirement that each affected electric utility file with the ACC for

approval a RES Customer Self-Directed Option Tariff as defined below.

Application

The RES Customer Self-Directed Option is applicable to single and three phase service

for Non-Residential Customers with multiple meters that pay more than \$25,000 annually

in RES Surcharge funds pursuant to the Renewable Energy Standard Tariff for any

number of related accounts or services within the Cooperative's service territory

("Eligible Customer").

An Eligible Customer may apply to the Cooperative to receive funds to install Distributed

Renewable Energy Resources. An Eligible Customer seeking to participate in this

program shall submit to the Cooperative a written application that describes the

Renewable Energy Resources that it proposes to install and the projected cost of the

project. An Eligible Customer shall provide at least half of the funding necessary to

complete the project described in its application.

RENEWABLE ENERGY CUSTOMER SELF-DIRECTED TARIFF

Effective Date: April 1, 2008

An Eligible Customer shall enter into a contract with the Cooperative that specifies, at a

minimum the following information: the type of Distributed Generation ("DG") resource,

its total estimated cost, kWh output, its completion date, the expected life of the DG

system, a schedule of Eligible Customer expenditures and invoices for the DG system,

Cooperative payments to an Eligible Customer for the DG system and the amount of a

Security Bond or Letter of Credit necessary to ensure the future operation of the Eligible

Customer's DG System, metering equipment, maintenance, insurance and related costs.

If proposed to be connected to the Cooperative's electrical system, an Eligible Customer's

DG Resource shall meet all of the Cooperative's DG interconnection requirements and

guidelines before being connected to the Cooperative's electrical system.

All Renewable Energy Credits derived from the project, including generation and extra

credit multipliers, shall be applied to satisfy the Cooperative's Annual Renewable Energy

Requirement.

The funds annually received by an Eligible Customer pursuant to this tariff may not

exceed the amount annually paid by the Eligible Customer pursuant to the RES Surcharge

Tariff.

VOLUNTARY RES CONTRIBUTION PROGRAM TARIFF

SCHEDULE VRES

Effective Date: April 1, 2008

Availability

The Renewable Energy Standard ("RES") Voluntary Contribution Program is available to all

member/customers of the distribution cooperative who wish to contribute funds in support of the

construction and acquisition of renewable resources.

Background

Mohave Electric Cooperative, Inc. ("the Cooperative") is one of five Arizona Class A Members

of the Arizona Electric Power Cooperative, Inc. ("AEPCO"). AEPCO has prepared and the

Arizona Corporation Commission has approved in Decision No. 69728 an RES Plan which

currently provides for rebate support of customer owned renewable resources or the acquisition

of large scale renewable resources. The RES Plan may be modified from time to time on further

application to the Commission. Funds to support the EPS Plan are collected by AEPCO's

member distribution cooperatives pursuant to Commission Rules and applicable RES Surcharge

tariffs and are remitted to AEPCO for expenditure in accordance with the terms of the approved

RES Plan. The purpose of this Voluntary RES Contribution Program is to allow

member/consumers an option to contribute additional amounts if they desire in support of the

RES Plan.

VOLUNTARY RES CONTRIBUTION PROGRAM TARIFF

SCHEDULE VRES

Effective Date: April 1, 2008

Contribution Program

Participation in the Contribution Program is voluntary. Any member/customer desiring to

participate in the Contribution Program may do so by signing, completing and returning to the

Cooperative a form specifying the amount of the monthly contribution. Member/customers may

purchase 50 kWh blocks of green energy for an additional cost of \$2.00 per block. This rate is in

addition to all applicable charges contained in the tariff under which a customer takes electric

service. The amount of blocks selected will then be added to the member/customer's bill on a

monthly basis and all billing and payment tariffs of the Cooperative shall apply to participation

in the Contribution Program. Member/customers may cancel their participation in the

Contribution Program at any time by notifying the Cooperative at least 30 days in advance of the

member/customer's billing date of their decision to cancel in writing on a form supplied by the

Cooperative.

Elections to participate or to cancel participation in the Contribution Program may only be in

writing on forms supplied by the Cooperative.

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